LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **APRIL 29, 2008**, upon the application of **ENCANA OIL & GAS (USA), INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation**, **Reservoir A and the Cotton Valley Formation**, **Reservoir A**, in the King Hill Field, Natchitoches and Red River Parishes, Louisiana.

HOSSTON FORMATION, RESERVOIR A

- 1. To establish rules and regulations and to create eight (8) drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To provide that any future substitute and/or alternate unit wells drilled to the Hosston Formation, Reservoir A, within or outside units created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 4. To provide that the Commissioner of Conservation should be authorized to reclassify the aforementioned formation by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir changes and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 5. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A is hereby defined as being that gas and condensate bearing zone encountered between the depths of 7,268' and 10,040' (electrical log measurements) in the ANR Production Company-Messenger No. 1 Well, located in Section 8, Township 10 North, Range 9 West.

COTTON VALLEY FORMATION, RESERVOIR A

- 1. To create seven (7) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Zone, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To amend the spacing provisions of Office of Conservation Order No. 1243, effective January 31, 1984, so as to provide that any future substitute and/or alternate unit wells drilled to the Cotton Valley Zone, Reservoir A, within or outside the existing unit or the units created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 4. To provide that the Commissioner of Conservation should be authorized to reclassify the aforementioned formation by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir changes and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.

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KING HILL FIELD 08-560 and 08-561

5. Except to the extent contrary herewith, to extend to the proposed additional units all pertinent provisions of Order No. 1243, effective January 31, 1984, and applicable Statewide Orders.

6. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A was previously defined in Order No. 1243 and is hereby redefined as being that gas and condensate bearing zone encountered between the depths of 10,040' and 13,735' (electrical log measurements) in the ANR Production Company-Messenger No. 1 Well, located in Section 8, Township 10 North, Range 9 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 03/24/08;03/27/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.